LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7127 NOTE PREPARED: Jan 20, 2013

BILL NUMBER: SB 616 BILL AMENDED:

SUBJECT: Study of Electronic Medical Records.

FIRST AUTHOR: Sen. Breaux BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires the Indiana State Department of Health to study the collection, maintenance, sharing, and use of electronic health data in Indiana.

Effective Date: July 1, 2013.

Explanation of State Expenditures: This bill could either increase the workload of the Indiana State Department of Health (ISDH) to study the implementation of electronic medical records in the state or increase ISDH expenditures to contract out the study. Under the bill, the report is to be completed by June 1, 2014, and presented to the Health Finance Commission.

The ISDH reports the cost of providing the required study (including searching for potential grant funding) could increase agency expenditures by approximately \$304,500. The increase in expenditures estimated by the ISDH is expected to be one-time expenditures experienced during FY 2014.

The bill's requirements represent an additional workload and expenditure on the agency outside of the agency's routine administrative functions, and existing staffing and resource levels, if currently being used to capacity, may be insufficient for full implementation. The additional funds and resources required could be supplied through existing staff and resources currently being used in another program or with new appropriations. Ultimately, the source of funds and resources required to satisfy the requirements of this bill will depend on legislative and administrative actions.

Explanation of State Revenues:

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Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: ISDH.

Local Agencies Affected:

Information Sources: Scott Zarazee, ISDH.

Fiscal Analyst: Bill Brumbach, 232-9559.

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